



DAVIS-MONTHAN AFB

FY 2006 Economic Impact Statement



Executive Summary

Davis-Monthan Air Force Base is home to the 355th Wing and its nine major tenant units, including Headquarters Air Force South. Davis-Monthan has been an integral part of the Tucson community since its commissioning in 1927. We value our relationship with the Tucson community and supporters throughout Southern Arizona, who act as our wingmen to ensure we achieve our mission objectives.

The Economic Impact Analysis (EIA) shows how Davis-Monthan's operations affects the local Tucson Metropolitan Area. In Fiscal Year 2006, Davis-Monthan put over \$866 million into circulation in the local community, employed 3,315 civilians, and created 4,475 jobs in the Old Pueblo.

This report was created by the 355th Comptroller Squadron Financial Analysis and Accounting Office of the with the help of various organizations on and off Davis-Monthan. All comments and questions should be directed to 355 CPTS/FMAO, (520) 228-5815.



EIA Background

The Economic Impact Analysis is used as an asset by community leaders to assess the positive economic effect Davis-Monthan has on the community. There are four different sections to the analysis.

- *Payroll (Military and Civilian)*
- *Expenditures (Construction, Services, Materials, Tenants)*
- *Indirect Jobs (Downtown Jobs)*
- *Personnel Figures*

The EIA is regulated by AFMAN 65-506 Chapter 4.



Economic Impact

Base Payroll - \$420,263,677

- Military 6,623

- Civilian 3,315

Expenditures - \$271,883,825

- Construction \$18,507,238

- Services \$73,186,593

- Materials, Equipment,
and Supplies \$132,158,312

- Tenant Expenditures
\$64,507,948

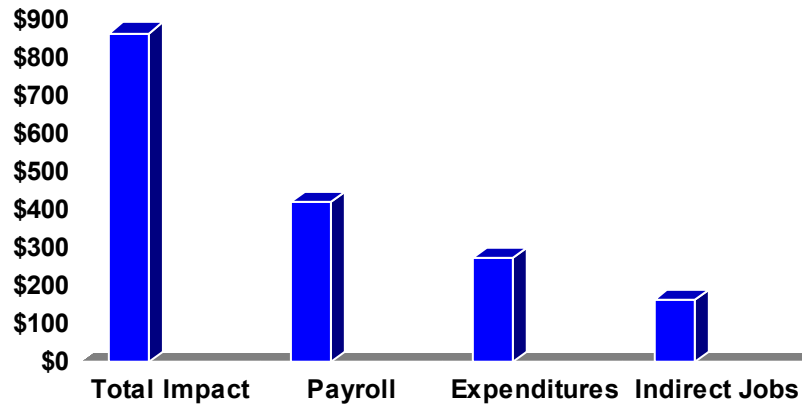
Indirect Jobs - \$163,856,600

- Jobs 4,475

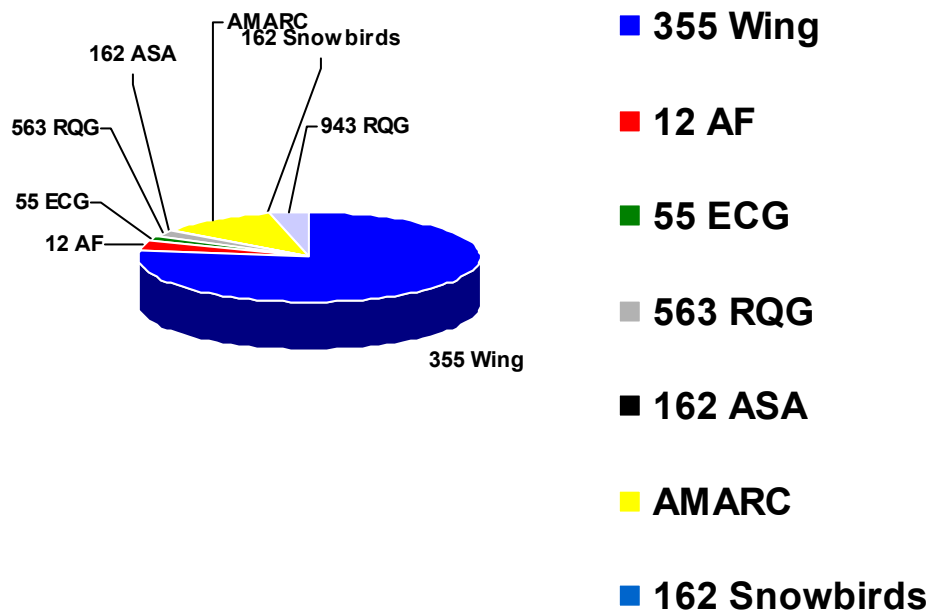
Total Impact= \$866,004,102



Total Impact



Breakdown



Personnel & Dependents



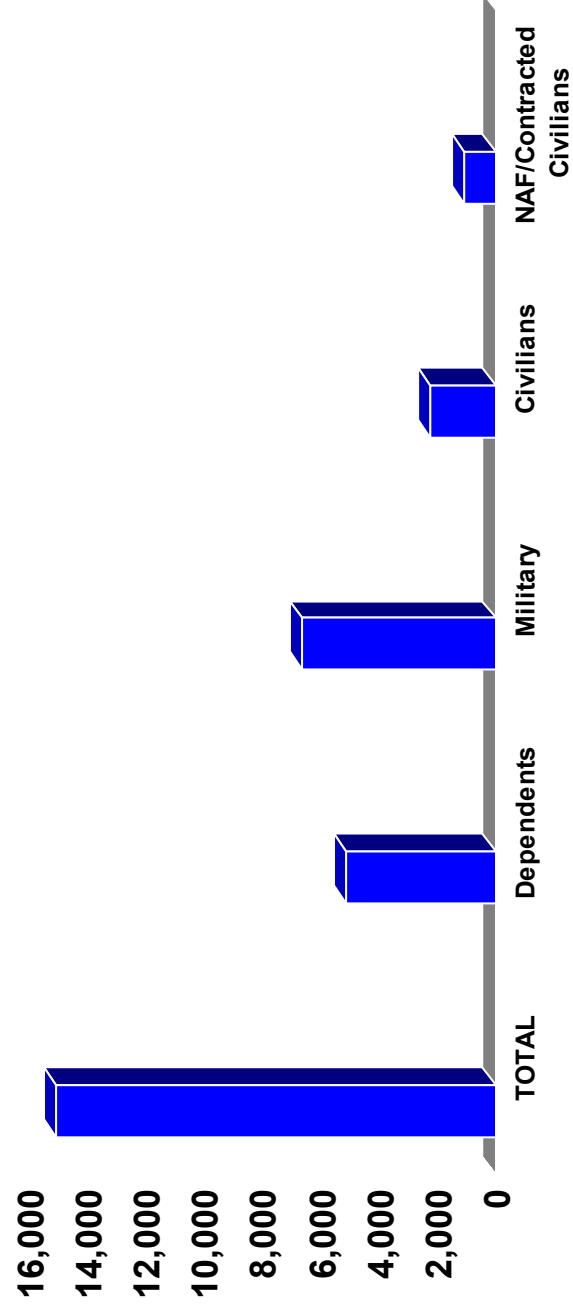
Dependents – 5,126

Military – 6,623
(6,366 Active Duty)

Appropriated Fund
Civilians – 2,232

Non-Appropriated Fund/
Contract Civilians – 1,083





Total Personnel and Dependents

Comparison



The base's FY06 Economic Impact was \$21,270,549 lower than FY05. Davis-Monthan's Economic Impact Analysis will be compared to Luke's information once it becomes available.

Retiree Data

Even though retiree data is no longer part of the EIA (by regulation), it was still researched.

In the local Tucson area , there are 17,559 retired military who are paid \$403,022,157/year by the DoD.

Total Impact



Including retiree data, Davis-Monthan's total Economic Impact is:

\$1,269,026,259





FAQs

Q: What entails Indirect Jobs?

A: Jobs created because of the base's presence in the local area. Example: extra medics who respond to activities on base, extra Olive Garden located by base used primarily by military personnel, builder who built extra Olive Garden, etc.

Q: Why isn't retiree data included?

A: Air Force Manual 65-506 stipulates that it is not part of the EIA, but we still gather the data. The information comes from Department of Actuary. This number includes all services, not just the Air Force.

Q: Why are your personnel numbers different then the ones in the Wing Mission Brief?

A: Our number accounts for non-military personnel working on base. AAFES, Commissary (Govt employees), colleges, NAF, Burger King, Bank, etc. The number does not include Border Patrol.

The FY 2007 Economic Impact Analysis will be available mid-March 2008.